

**STATE WATER RESOURCES CONTROL BOARD
RESOLUTION NO. 2008-0007**

**STATE REVOLVING FUND (SRF) LOAN PROGRAM LOAN
SERVICE RATE FOR STATE FISCAL YEAR 2007-08**

WHEREAS:

1. Assembly Bill 1742 was signed into law on October 13, 2007, amending Sections 13476, 13478, and 13480 of, and to add Section 13477.5 to, the Water Code. The bill authorizes the State Water Resources Control Board (State Water Board) to assess an annual charge for loan services on a loan made under the SRF loan program;
2. Pursuant to Section 13477.5, Subdivision (a), a fund has been created in the State Treasury to accept service charges assessed on SRF loans;
3. Section 13477.5, Subdivision (c) of the Water Code states that the State Water Board "may assess an annual charge for loan services with regard to the loan, not to exceed 1.0 percent of the loan balance;"
4. In accordance with Section 13477.5, Subdivision (c)(3), once the service charge is applied to a loan, the rate shall remain unchanged for the duration of the loan and shall not increase the loan repayment amount; and
5. In accordance with Section 13477.5, Subdivision (e), at least once each fiscal year the State Water Board shall adjust the loan service rate to conform to the budget level set for the SRF Program.

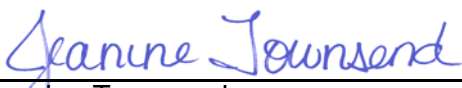
THEREFORE BE IT RESOLVED THAT:

1. The State Water Board sets the administrative service charge for State Fiscal Year 2007-08 on SRF loans to one percent (1.0%) of the outstanding loan balance.

CERTIFICATION

The undersigned, Clerk to the Board, does hereby certify that the foregoing is a full, true, and correct copy of a resolution duly and regularly adopted at a meeting of the State Water Resources Control Board held on February 5, 2008.

AYE: Tam M. Doduc
 Gary Wolff, P.E., Ph.D.
 Frances Spivy-Weber
 Charles R. Hoppin
NO: None
ABSENT: Arthur G. Baggett, Jr.
ABSTAIN: None



Jeanine Townsend
Clerk to the Board